



ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, LOS ANGELES

ADMINISTRATIVE MANUAL

BUDGETARY CONTROL

POLICY 212

1.0 PURPOSE:

To establish procedures for financial control for the Associated Students, Inc. (ASI)

2.0 REFERENCES:

- ASI Request for Payments or Purchase (RPP) Procedure
- ASI Operational Manual
- California Administrative Code
- Education Code
- Corporations Code of the State of California
- Board of Trustees of the California State University (applicable policies)

3.0 POLICY:

Operations of the Associated Students, Inc. will be strictly governed by approved budgets. Annual budgets are submitted to the University President no later than sixty (60) days prior to the fiscal year end. The University President has the right of review and approval of such budgets.

3.1 Capitalization. All capital purchases will be properly authorized and budgeted for. Equipment costing more than \$1000 will be capitalized and written off over the period benefited:

3.1.1 Five (5) years for Equipment – Straight Line

3.1.2 Three (3) years for Computers – Straight Line

3.2 Investment. ASI will adhere to policies and procedures as required of state government entities. Business Financial Services Cal State LA will provide the expertise in investment management. The investment committee will review such investments and offer feedback and comments.

3.3 Payroll. All employee payroll is handled by an independent contracted third party.

4.0 DEFINITIONS

Accounting Cycle. This consists of activities enabling effective and efficient production of financial statements.



...For the Students, by the Students!



...For the Students, by the Students!

Accounts Receivables. All funds received from Student Activity Fees, Interest Income, and Other Income.

Standard Journal Entries include records of investment earnings, depreciation, petty cash reimbursements, and sales and/or rentals

5.0 PROCEDURES

5.1 The Board of Directors will approve the appropriation of Associated Students, Inc. (ASI) funds, in accordance with the California Administrative Code, the Education Code, the Corporations Code of the State of California, and the applicable policies of the Board of Trustees of the California State University.

5.2 Accounting Cycle & Budget Review

5.2.1 Monthly Cycle. To facilitate monthly closing, all payments (deposits) and RPP's must be forwarded to Business Financial Services (BFS) by the 7th of every month. This enables such transactions to be recorded in the preceding month.

5.2.1.1 Business Financial Services will prepare monthly financials as per service contract. A draft financial statement will be distributed to the Executive Director and Office Manager of Administration and Services and then submit to the ASI President and ASI Vice President for Finance for approval.

5.2.1.2 Within a week, an official version of the financial statement will be released to the Finance Committee. The ASI Vice President for Finance will review, analyze and share the financial statement(s) with the Board of Directors to ensure that ASI finances are in line with the budget.

5.2.2 Quarterly Cycle. To outline budget review procedures to ensure that all financial information is evaluated on a quarterly basis.

5.2.2.1 The ASI Vice President for Finance and Executive Director in consultation with the ASI President will perform a periodic review (3&9, 6&6, 9&3 quarterly assessment) to monitor budget versus actual and projected revenues and expenditures. Upon completion of the budget review and modification done by the Vice President for Finance and Executive Director in consultation with the ASI President, the quarterly assessments are presented to the Finance Committee for comment and recommendation to the Board of Directors.



- 5.2.2.2 Upon successful review and approval by the Board of Directors, the quarterly assessment will be forwarded to the Budget Office for Review, to the Vice President for Student Life, Vice President for Administration & Finance and University Presidents office for approval.
- 5.2.3 Yearly Cycle. The Finance Committee shall prepare an annual budget which must be submitted to the ASI Board of Directors. The ASI Vice President for Finance, shall assume leadership and responsibility in preparing an annual budget in consultation with the ASI President and Executive Director. Business Financial Services will coordinate the yearly audit activities with ASI.
 - 5.2.3.1 Upon Successful review and approval by the Board of Directors, the quarterly assessment will be forwarded to the Budget Office for review, to the Vice president for Student Life, to the Vice President for Administration & Finance and University President's Office for approval.
- 5.3 Audit. Once a year an audit will be performed by an independent CPA audit firm.
- 5.4 Accounts Payables. See ASI Request for Payment or Purchase (RPP) Procedures.
- 5.5 Accounts Receivables. Sundry cash collected from all sources will not be used for petty cash, but must be deposited with the Cal State LA Cashiers Office.
 - 5.5.1 Student Activity Fees. Business Financial Services will identify student activities fees, and make those funds available to A.S.I. After a reserve for late refunds is estimated, Business Financial Services will forward a check to the Cal State LA Cashiers Office for deposit into the ASI accounts.
 - 5.5.2 Interest Income. Business Financial Services will compute interest earned from Investment reports, and ensure that they are posted to the ASI account on a quarterly basis.
 - 5.5.3 Other Income. Under direction of the Executive Director and the Office Manager, The ASI Administrative Office in collaboration with the Cal State LA Cashiers Office, will control all cash flows related to the following:
 - 5.5.3.1 Movie Ticket Subsidy
 - 5.5.3.2 Locker Rentals.



- 5.5.3.3 Book Voucher Program (money received from reselling books to the Cal State LA Bookstore at the end of each semester).
- 5.6 Corporate Cards.
 - 5.6.1 Processing payment to ASI Corporate Cards is a priority and all receipts must be submitted to the Office Manager of Administration and Services or designee on a daily basis or within five business days of a program or travel.
 - 5.6.2 Within the first week of the new fiscal year the Executive Director or designee will generate an annual billing cycle reminder memo outlining the days and times reconciliation of corporate cards will be done for the US Bank and Procurement Card.
 - 5.6.3 Within fifteen to twenty days after the close of the billing cycle date each corporate card statement will need to be reconciled and appropriate ASI signatures will be secured for a Request for Payment (RPP) to be submitted to the appropriate departments outside of ASI.
 - 5.6.4 ASI has US Bank corporate cards for travel use . Pro Cards are issued to the professional staff, the ASI President, the Vice President for External Affairs and Advancement or designee for travel and related expenses. In instances where an employee elects to use his/her personal credit card, reimbursement for charges thereto may be made only upon submission of the charge card receipts to ASI identifying the nature and reason for the charge.
 - 5.6.5 For all approved charges, checks for reimbursements will be issued. Any unapproved charges will become the responsibility of the cardholder.
 - 5.6.6 Charges must be submitted on an approved RPP and/or Travel Expense Claim Form with the following documentation:
 - 5.6.6.1 Original Receipt(s)
 - 5.6.6.2 Card issuer statements only required if original receipts are not available.
 - 5.6.6.3 Written justification on how the charge relates to ASI, including a list of names for whom the expense has been charged

Policy History:

- Approved: 04/19/01
- Approved: 07/15/12
- Approved: 03/15/18

